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To:

Honorable Chair and

Members of the Board of Commissioners

From:

John A. Russo

Chief Executive Officer

Date:

September 6, 2011

Re:

Award a Contract to Ransome Company in the Amount of \$198,500, Including Contingencies, for Replacement of Parking Lots and Driveway at Esperanza and Authorize the Executive Director to Execute the Contract

<u>BACKGROUND</u>

The Fiscal Year's 2012 Extraordinary Maintenance Project (EMP) budget includes the replacement of the Maple Way parking lots and driveway at Esperanza.

DISCUSSION

On July 15, 2011, the Housing Authority issued an Invitation for Bids (IFB) for the replacement of the Brush Street parking lots at Esperanza. A public notice was placed in the local newspaper and on the Housing Authority's website. In addition, all companies that have requested placement on the Housing Authority's list of potential contractors for this type of work and all Alameda contractors with a relevant business license were contacted about the IFB.

A pre-bid conference was held on July 19, 2011 which provided interested contractors the opportunity to inspect the site. Three contracting firms attended this pre-bid conference.

On August 2, 2011, two bids were received and publicly opened, and the results are as follows:

CONTRACTOR	LOCATION	BID AMOUNT
Ransome Company.	San Leandro, CA	\$165,500
DRYCO Construction, Inc	Fremont, CA	\$168,150

The apparent low bidder, Ransome Company, has worked on multiple Housing Authority projects. The contractor has a good record of completing projects on time and within budget. This contractor already has an Alameda business license and the appropriate insurance on file with the Housing Authority.

FINANCIAL IMPACT

The Fiscal Year 2012 budget provides \$225,000 for parking lot replacement at Esperanza, including contingencies. A twenty percent contingency (\$33,000) is recommended for potential Change Orders which will increase the contract to a not to exceed amount of \$198,500.

RECOMMENDATION

Award a contract to Ransome Company in the amount of \$198,500 including contingencies and authorize the Executive Director to execute the contract.

Respectfully submitted

Michael T. Pucci Executive Director

Exhibit: Contract with Ransome Company on file in the City Clerk's Office